

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL/CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
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AZTEC NM 87410
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http://gmnrd.state.nm.us/ocd/District III/3distric.htm

GARY E. JOHNSON
Governor

Jennifer A. Salisbury Cabinet Secretary

May 7, 1999

Mr. Paul Thompson Williams Production Company C/O Walsh Engineering 7415 East Main St. Farmington, NM 87402

Re: Rosa Unit #169A, J-03-31N-06W, API 30-039-26149

Dear Mr. Thompson:

Your application to directionally drill the proposed referenced well at a surface location of 2460' FSL, 1695' FEL and a proposed bottom hole location of 1750' FSL, 1750' FWL is hereby approved. After the well is side tracked, the bottom hole location must conform to the requirements of I.B.(1)(b) in NMOCD Order R-10987-A (Special Rules For The Blanco-Mesaverde Pool), or this approval will be of no effect.

If you have any questions, please contact me.

Yours truly,

Ernie Busch

Gring Busel

District Geologist/Deputy O&G Inspector

EB/mk

Xc: Farmington BLM-Duane Spencer

NMOCD(Santa Fe)-Michael Stogner